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# School Facility Maintenance and Repairs

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Idaho Code 33-1019

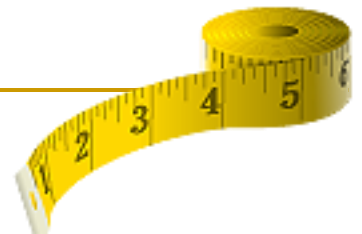
# Idaho Code 33-1019 - Allocation for School Building Maintenance (HB 743)

- Must allocate or spend at least 2% of the replacement value of (owned) student-occupied buildings for qualifying maintenance and repairs
- Replacement value = total square footage of student-occupied school buildings x \$81.45 replacement value (for FY 2015)



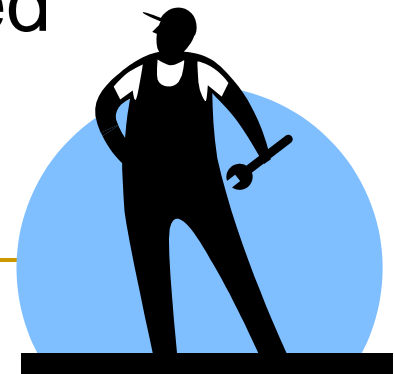
# Idaho Code 33-1019 - Allocation for School Building Maintenance (HB 743)

- Square footage information is collected each summer for the upcoming school year
  - Exclude the square footage of student-occupied buildings less than one year old on the first day of school
  - Square footage data needed to make the state match calculation
- If the full 2% allocation is not spent, the unspent dollars must be reserved for future years
- “Excess” expenditures may be carried forward *in certain circumstances*



# “Excess” Expenditures

- Expenditures exceeding 4% of the replacement value of school buildings (4% “floor”) may be carried forward for up to 15 years and may be used to reduce future year allocations
- Expenditures greater than the required allocation but less than the 4% floor may be used to reduce prior year unexpended allocations that have been carried forward



# Coding of Expenditures

- Qualifying expenditures should be coded to Function Codes 664 & 810
  - Function Code 664 – Maintenance – Student Occupied Buildings
  - Function Code 810 – Capital Assets – Student Occupied Buildings (Qualifying Expenditures)
- Non-qualifying repairs and maintenance expenditures and non-qualifying capital asset activities should be coded using Function Codes 663 & 811
  - Function Code 663 - Maintenance – Non-Student Occupied
  - Function Code 811 – Capital Assets – Non-Student Occupied (& Student Occupied Non-Qualifying Expenditures)

# Maintenance and/or Repairs for Serious or Imminent Safety Hazards on the Property

- Maintenance and/or repairs outside the building must be formally declared serious or imminent safety hazards (Idaho Code 39-8004) by the Division of Building Safety to be qualifying expenditures
- Think you have a serious or imminent safety hazard? Call the Division of Building Safety at 334-3950



# Changes for FY 2015 Only – HB 641

- House Bill 641 (2014 Legislature)
  - Temporarily (FY 2015 only) “relieved” the state from the requirement to provide 33% of its portion of school maintenance matching funds (lottery dollars and state matching funds)
  - Schools are not required to make-up the state matching funds
    - The required allocation for FY 2015 is less than the 2% amount it has been in the past
    - The percentage will vary for every district and charter based on the amount of state matching funds they would have received had such funds been distributed

# Changes for FY 2015 Only – HB 599

- House Bill 599 (2014 Legislature)
  - Allows, for FY 2015 only, an amount of local maintenance moneys normally required to be allocated for the maintenance and repair of student occupied buildings to be spent on other one-time, non-personnel costs...in certain circumstances





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## HB 599, continued

- Worksheet is available with the 2014-2015 budget forms to help you estimate the amount that can be spent on one-time, non-personnel costs not related to repairs of student-occupied buildings in FY 2015
    - Worksheet also emailed to schools on
  - Reasonable to expect this “exception” to be eliminated for FY 2016?
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# School Building Maintenance Report

- Officially Due 3<sup>rd</sup> Friday in December
    - Financial data is pulled from your annual report, which may delay the SDE sending you your report; due dates will vary
  - Must include:
    - Square footage of student-occupied school building floor space (SDE will complete)
    - The funds and fund sources allocated for school building maintenance and any unexpended allocations carried forward from prior fiscal years (SDE will “pull” from your annual financial report)
    - Projects on which moneys were expended, including the amounts and categories
    - The planned uses of the next year’s school building maintenance allocation
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## In Summary...

- You must allocate (not deposit) an amount equal to 2% of the replacement value of school buildings for qualifying school maintenance and repairs
  - If qualifying school maintenance and repair expenditures don't equal the required allocation, the difference must remain allocated for the purposes of IC 33-1019(3)
  - Consider using Fund 240 or Fund 430 to carry-forward unspent maintenance dollars
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